

complexity of the sale. When the services of a professional auctioneer are advisable, the services will be procured by contract in accordance with FmHA or its successor agency under Public Law 103-354 Instruction 2024-A (available in any FmHA or its successor agency under Public Law 103-354 Office). Chattel property may be sold at public auction that is widely advertised and held on a regularly scheduled basis without solicitation. Form FmHA or its successor agency under Public Law 103-354 1955-46 will be used for auction sales. At the auction, successful bidders will be required to make a bid deposit. For program and suitable property, the bid deposit will be the same as outlined in §1955.130(e)(1) of this subpart. For NP or surplus property sales, a bid deposit of ten percent (10%) is required. Deposits will be in the form of cashier's check, certified check, postal or bank money order or bank draft payable to FmHA or its successor agency under Public Law 103-354. Cash and/or personal checks may be accepted when deemed necessary for a successful auction by the person conducting the auction. Where credit sales are authorized, all notices and publicity should provide for a method of prior approval of credit and the credit limit for potential purchasers. This may include submission of letters of credit or financial statements prior to the auction. The auctioneer should not accept a bid which requests credit in excess of the market value. When the highest bid is lower than the minimum amount acceptable to FmHA or its successor agency under Public Law 103-354, negotiations should be conducted with the highest bidder or in turn, the next highest bidder or other persons to obtain an executed bid at the predetermined minimum. Upon purchaser's default, the approval official will remit the bid deposit as a Miscellaneous Collection according to FmHA or its successor agency under Public Law 103-354 Instruction 1951-B (available in any FmHA or its successor agency under Public Law 103-354 office). The bid deposit will be remitted *only* when the bidder defaults; otherwise it will be used at closing towards a downpayment or closing costs, as applicable. The closing will be conducted in ac-

cordance with the procedures prescribed in this subpart for the type property and program involved.

[53 FR 27839, July 25, 1988]

§1955.149 Exception authority.

(a) The Administrator may, in individual cases, make an exception to any requirement or provision of this subpart or address any omission of this subpart which is not inconsistent with the authorizing statute or other applicable law if the Administrator determines that the Government's interest would be adversely affected or the immediate health and/or safety of tenants or the community are endangered if there is no adverse effect on the Government's interest. The Administrator will exercise this authority upon request of the State Director with recommendation of the appropriate program Assistant Administrator or upon request initiated by the appropriate program Assistant Administrator. Requests for exceptions must be made in writing and supported with documentation to explain the adverse effect, propose alternative courses of action, and show how the adverse effect will be eliminated or minimized if the exception is granted.

(b) The Administrator may authorize withholding sale of surplus farm inventory property temporarily upon making a determination that sales would likely depress real estate market and preclude obtaining at that time the best price for such land.

§1955.150 State supplements.

State Supplements will be prepared with the assistance of OGC as necessary to comply with State laws or only as specifically authorized in this Instruction to provide guidance to FmHA or its successor agency under Public Law 103-354 officials. State Supplements applicable to MFH, B&I, and CP must have prior approval of the National Office. Request for approval for those affecting MFH must include complete justification, citations of State law, and an opinion from OGC.

EXHIBIT A TO SUBPART C—NOTICE OF
FLOOD, MUDSLIDE HAZARD OR WET-
LAND AREA

TO: _____

DATE: _____

This is to notify you that the real property located at _____ is in a floodplain, wetland or area identified by the Federal Insurance Administration of the Federal Emergency Management Agency as having special flood or mudslide hazards. This identification means that the area has at least one percent chance of being flooded or affected by mudslide in any given year. For floodplains and wetlands on the property, restrictions are being imposed. Specific designation(s) of this property is(are) (special flood) (mudslide hazard) (wetland)*. The following restriction(s) on the use of the property will be included in the conveyance and shall apply to the purchasers, purchaser's heirs, assigns and successors and shall be construed as both a covenant running with the property and as equitable servitude subject to release by the Farmers Home Administration or its successor agency under Public Law 103-354 (FmHA or its successor agency under Public Law 103-354) when/if no longer applicable:

(INSERT RESTRICTIONS)

The FmHA or its successor agency under Public Law 103-354 will increase the number of acres placed under easement, if requested in writing, provided that the request is supported by a technical recommendation of the U.S. Fish and Wildlife Service. Where additional acreage is accepted by FmHA or its successor agency under Public Law 103-354 for conservation easement, the purchase price of the inventory farm will be adjusted accordingly.

(County Supervisor, District Director or Real Estate Broker)

ACKNOWLEDGEMENT _____

DATE: _____

I hereby acknowledge receipt of the notice that the above stated real property is in a (special flood) (mudslide hazard) (wetland)* area and is subject to use restrictions as above cited. [Also, if I purchase the property through a credit sale, I agree to insure the property against loss from (floods) (mudslide)* in accordance with requirements of the FmHA or its successor agency under Public Law 103-354.]

(Prospective Purchaser)

*Delete the hazard that does not apply.

[57 FR 31644, July 17, 1992]

PART 1956—DEBT SETTLEMENT

Subpart A—[Reserved]

Subpart B—Debt Settlement—Farmer
Programs and Housing

Sec.

1956.51 Purpose.

1956.52—1956.53 [Reserved]

1956.54 Definitions.

1956.55—1956.56 [Reserved]

1956.57 General provisions.

1956.58—1956.65 [Reserved]

1956.66 Compromise and adjustment of non-judgment debts.

1956.67 Debts which the debtor is able to pay in full but refuses to do so.

1956.68 Compromise or adjustment without debtor's signature.

1956.69 [Reserved]

1956.70 Cancellation.

1956.71 Settling uncollectible recapture receivables.

1956.72—1956.74 [Reserved]

1956.75 Chargeoff.

1956.76—1956.83 [Reserved]

1956.84 Approval or rejection.

1956.85 Payments and receipts.

1956.86—1956.95 [Reserved]

1956.96 Delinquent adjustment agreements.

1956.97 Disposition of promissory notes.

1956.98 [Reserved]

1956.99 Exception authority.

1956.100 OMB control number.

Subpart C—Debt Settlement—Community
and Business Programs

1956.101 Purpose.

1956.102 Application of policies.

1956.103—1956.104 [Reserved]

1956.105 Definitions.

1956.106—1956.108 [Reserved]

1956.109 General requirements for debt settlement.

1956.110 Joint debtors.

1956.111 Debtors in bankruptcy.

1956.112 Debts ineligible for settlement.

1956.113—1956.117 [Reserved]

1956.118 Approval authority.

1956.119—1956.123 [Reserved]

1956.124 Compromise and adjustment.

1956.125—1956.129 [Reserved]

1956.130 Cancellation.

1956.131—1956.135 [Reserved]

1956.136 Chargeoff.

1956.137 Adjustment of unpaid principal—Indian Tribal Land Acquisition loans.

1956.138 Processing.

1956.139 Collections.

1956.140—1956.141 [Reserved]

1956.142 Delinquent adjustment agreements.

1956.143 Debt restructuring—hospitals and health care facilities.

1956.144 [Reserved]